

STATE OF SOUTH DAKOTA  
HUTCHINSON COUNTY, SOUTH DAKOTA  
LEASE-PURCHASE AGREEMENT BETWEEN  
MERCHANTS STATE BANK AND HUTCHINSON COUNTY, SOUTH DAKOTA

RECEIVED  
SEP 25 2018  
D. SEC. OF STATE  
1379391

## BOND INFORMATION STATEMENT

State of South Dakota

SDCL 6-8B-19

Return to: Secretary of State FILING FEE: \$10.00  
State Capitol  
500 E. Capitol  
Pierre, SD 57501-5077 TELEPHONE: # (605) 773-3537

Every public body, authority, or agency issuing any general obligation, revenue, improvements, industrial revenue, special assessment, or other bonds of any type shall file with the Secretary of State a bond information statement concerning each issue of bonds.

1. Name of issuer: Hutchinson County, South Dakota.
2. Designation of issue: Lease-Purchase Agreement
3. Date of issue: September 11, 2018
4. Purpose of issue: To provide funds for the construction of the new County Courthouse ("Courthouse Project").
5. Type of bond: tax-exempt.
6. Principal amount and denomination of bond: \$2,500,000
7. Paying dates of principal and interest:  
See attached Schedule.
8. Amortization schedule:  
See attached Schedule.
9. Interest rate or rates, including total aggregate interest cost:  
See attached Schedule.

This is to certify that the above information pertaining to the Lease-Purchase Agreement is true and correct on this 11th day of September 2018.

Diane Muth

By: Diane Murtha  
Its: County Auditor

**\$2,500,000**

Hutchinson County, South Dakota  
Courthouse Project  
Merchants State Bank Proposal

## Debt Service Schedule

| Date         | Principal             | Coupon | Interest            | Total P+I             |
|--------------|-----------------------|--------|---------------------|-----------------------|
| 09/05/2018   | -                     | 3.250% | -                   | -                     |
| 06/01/2019   | 95,134.63             | 3.250% | 60,034.72           | 155,169.35            |
| 12/01/2019   | 116,090.29            | 3.250% | 39,079.06           | 155,169.35            |
| 06/01/2020   | 117,976.75            | 3.250% | 37,192.60           | 155,169.35            |
| 12/01/2020   | 119,893.87            | 3.250% | 35,275.47           | 155,169.34            |
| 06/01/2021   | 121,842.15            | 3.250% | 33,327.20           | 155,169.35            |
| 12/01/2021   | 123,822.09            | 3.250% | 31,347.26           | 155,169.35            |
| 06/01/2022   | 125,834.19            | 3.250% | 29,335.15           | 155,169.34            |
| 12/01/2022   | 127,879.00            | 3.250% | 27,290.35           | 155,169.35            |
| 06/01/2023   | 129,957.03            | 3.250% | 25,212.31           | 155,169.34            |
| 12/01/2023   | 129,086.89            | 4.250% | 30,208.36           | 159,295.25            |
| 06/01/2024   | 131,829.99            | 4.250% | 27,465.27           | 159,295.26            |
| 12/01/2024   | 134,631.37            | 4.250% | 24,663.88           | 159,295.25            |
| 06/01/2025   | 137,492.29            | 4.250% | 21,802.96           | 159,295.25            |
| 12/01/2025   | 140,414.00            | 4.250% | 18,881.25           | 159,295.25            |
| 06/01/2026   | 143,397.80            | 4.250% | 15,897.45           | 159,295.25            |
| 12/01/2026   | 146,445.00            | 4.250% | 12,850.25           | 159,295.25            |
| 06/01/2027   | 149,556.96            | 4.250% | 9,738.29            | 159,295.25            |
| 12/01/2027   | 152,735.04            | 4.250% | 6,560.21            | 159,295.25            |
| 06/01/2028   | 155,980.66            | 4.250% | 3,314.59            | 159,295.25            |
| <b>Total</b> | <b>\$2,500,000.00</b> | -      | <b>\$489,476.63</b> | <b>\$2,989,476.63</b> |

### Yield Statistics

|                                   |             |
|-----------------------------------|-------------|
| Bond Year Dollars                 | \$13,820.04 |
| Average Life                      | 5.528 Years |
| Average Coupon                    | 3.5417884%  |
| Net Interest Cost (NIC)           | 3.5417884%  |
| True Interest Cost (TIC)          | 3.5094289%  |
| Bond Yield for Arbitrage Purposes | 3.5094289%  |
| All Inclusive Cost (AIC)          | 3.7428521%  |

### IRS Form 8038

|                           |             |
|---------------------------|-------------|
| Net Interest Cost         | 3.5417884%  |
| Weighted Average Maturity | 5.528 Years |

# Meierhenry Sargent LLP

ATTORNEYS AT LAW

RECEIVED

SEP 25 2018

S.D. SEC. OF STATE

159391

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DEB MATHEWS, Advanced Certified Paralegal  
*deb@meierhenrylaw.com*

September 17, 2018

Secretary of State  
State Capitol  
500 E. Capitol  
Pierre, SD 57501-5077

Dear Secretary:

Pursuant to SDCL 6-8B-19 enclosed please find the Bond Information Statement for the following bond issue:

\$2,500,000 Lease-Purchase Agreement Between  
Merchants State Bank and Hutchinson County, South Dakota

Please stamp date received on the copy to acknowledge receipt of these documents and return in the envelope provided.

Please bill our pad account #17581813 for the \$10.00 filing fee. If you should have any questions or comments relating to this form, please call the undersigned of this office at (605) 336-3075.

Sincerely yours,



Deb Mathews,  
Advanced Certified Paralegal

Enc.

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